SENATE BILL REPORT SHB 1623

As of February 14, 2022

Title: An act relating to addressing the extent to which Washington residents are at risk of rolling blackouts and power supply inadequacy events.

Brief Description: Addressing the extent to which Washington residents are at risk of rolling blackouts and power supply inadequacy events.

Sponsors: House Committee on Environment & Energy (originally sponsored by Representatives Mosbrucker, Fitzgibbon, Leavitt, Ryu, Duerr, Graham, Wicks, Callan, Fey, Paul, Ramos, Wylie, Slatter, Kloba and Harris-Talley).

Brief History: Passed House: 2/10/22, 93-0.

Committee Activity: Environment, Energy & Technology: 2/16/22.

Brief Summary of Bill

- Requires the 2022 resource adequacy meeting convened by the
 Department of Commerce and the Utilities and Transportation
 Commission to specifically address the risk of rolling blackouts and
 power supply inadequacy events, discuss how proposed electrification
 laws and regulations may require new state policy for resource adequacy,
 and identify incentives to enhance and ensure resource adequacy and
 reliability.
- Extends the annual resource adequacy meetings through calendar year 2029.

SENATE COMMITTEE ON ENVIRONMENT, ENERGY & TECHNOLOGY

Staff: Kimberly Cushing (786-7421)

Background: Clean Energy Transformation Act. In 2019, the Legislature passed the

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Clean Energy Transformation Act (CETA), which requires Washington's electric utilities to meet 100 percent of their retail electric load using non-emitting and renewable resources by January 1, 2045. CETA requires electric utilities to eliminate coal-fired resources from their allocation of electricity by December 31, 2025, and make all retail sales of electricity greenhouse gas (GHG) neutral by January 1, 2030.

Resource Adequacy Meetings. At least once every 12 months, the Department of Commerce (Commerce) and the Utilities and Transportation Commission (UTC) must jointly convene a meeting of representatives of the investor-owned utilities, consumer-owned utilities, regional planning organizations, transmission operators, and other stakeholders to discuss the current, short-term, and long-term adequacy of energy resources to serve Washington's electric needs and address specific steps the utilities can take to coordinate planning in light of changes to the northwest power system.

The changes may include technological developments, retirements of legacy baseload power generation resources, and changes in the laws and regulations affecting power supply options.

The first resource adequacy meeting was held on May 11, 2021. The requirement to hold annual meetings expires January 1, 2025.

Summary of Bill: The 2022 resource adequacy meeting convened by Commerce and the UTC must specifically address the risk of rolling blackouts and power supply inadequacy events for Washington residents. Stakeholders must be surveyed for recommendations on policy options to prevent severe blackouts.

The meeting must also focus on how proposed laws and regulations seeking an aggressive timeline for building electrification and transportation system electrification might require new state policy for resource adequacy. The stakeholder meeting must seek to identify regulatory and statutory incentives to enhance and ensure resource adequacy and reliability as the clean energy transition evolves.

The requirement to hold annual resource adequacy meetings expires January 1, 2030, instead of 2025.

Appropriation: None.

Fiscal Note: Requested on February 12, 2022.

Creates Committee/Commission/Task Force that includes Legislative members: No.

Effective Date: Ninety days after adjournment of session in which bill is passed.

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